

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

January 13, 2011

Ron Wunderlich Western Utah Copper P.O. Box 492 Milford, Utah 84751

Subject:

Approval of Tailings Pond Amendment, CS Mining, Hidden Treasure Mine,

M/001/0067, Beaver County, Utah

Dear Mr. Wunderlich:

The Division of Oil, Gas and Mining approves the Millsite Tailings Pond amendment received December 12, 2011, and supplemented with information received December 19, 2011. The Division has received the \$63, 000 reclamation bond for the 13.74 acres and reclamation contract addendum for this amendment.

The Division does not approve placement of tailings in the pond until the updated Notice of Intention to Commence Large Mining Operations (NOI) is received and approved. This updated NOI needs to address tailings chemistry and final reclamation of the site.

The Division considers this change to be an amendment rather than a revision. The increase in acreage and reclamation surety are relatively small compared to the overall scope of the mine, and the approval is basically to begin construction. The Division is not approving placement of tailings in the pond until the NOI has been updated to include information about tailings chemistry.

Enclosed with this letter is a copy of the "approved" amendment for your files. Please keep your plan current by submitting changes using Form MR-REV-att, which is located on the web at www.dogm.utah.gov.



Page 2 of 2 Hidden Treasure Mine C.S. Mining LLC January 13, 2011

If you have any questions or concerns regarding this action, please contact me at (801) 538-5261 or Tom Munson at (801) 538-5321. Thank you for your cooperation.

Sincerely,

Minerals Program Manager

PBB: tm: eb

ENCLOSURES: Approved amendment

cc: Ed_ginouves@blm.gov without enclosure
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